APPATURE TECHNOLOGIES INC.

Condensed Consolidated Interim Financial Statements

For the Nine Months Ended September 30, 2017

(Unaudited - Expressed in Canadian dollars)

Appature Technologies Inc.
Condensed Consolidated Interim Statements of Financial Position
(Unaudited - Expressed in Canadian dollars)

	September 30, 2017 $	December 31, 2016 $
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	113,243	19,314
Amounts receivable	4,912	2,569
Prepaid expenses	-	13,750
TOTAL CURRENT ASSETS	118,155	35,633
NON-CURRENT ASSETS		
Intangible assets (Note 4)	464,642	507,409
TOTAL ASSETS	582,797	543,042
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities (Note 7)	222,222	184,464
Loan payable (Note 5)	15,000	15,000
TOTAL LIABILITIES	237,222	199,464
SHAREHOLDERS' EQUITY		
Share capital	1,166,955	712,455
Share subscriptions receivable (Note 6)	(180,000)	–
Deficit	(641,380)	(368,877)
TOTAL SHAREHOLDERS' EQUITY	345,575	343,578
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	582,797	543,042

Nature of operations and going concern (Note 1)
Commitment (Note 9)

Approved and authorized for issuance on behalf of the Board of Directors on January 10, 2018:

/s/ "Rahim Mohamed"
Rahim Mohamed, Director

/s/ "Derrick Lewis"
Derrick Lewis, Director

(The accompanying notes are an integral part of these condensed consolidated interim financial statements)

Appature Technologies Inc.
Condensed Consolidated Interim Statements of Operations and Comprehensive Loss
(Unaudited - Expressed in Canadian dollars)

	Three months ended September 30, 2017 $	Three months ended September 30, 2016 $	Nine months ended September 30, 2017 $	Nine months ended September 30, 2016 $
REVENUE	565	–	3,259	–
EXPENSES				
Advertising	–	–	2,116	3,770
Amortization (Note 4)	32,035	31,667	98,364	49,089
Consulting and management fees (Note 7)	38,250	30,000	136,517	90,000
General and administrative	2,880	18	5,504	6,531
Professional fees	5,269	–	33,261	4,674
TOTAL EXPENSES	78,434	61,685	275,762	154,064
NET LOSS AND COMPREHENSIVE LOSS	(77,869)	(61,685)	(272,503)	(154,064)
Loss per share - basic and diluted	–	–	(0.01)	(0.01)
Weighted average number of common shares outstanding	22,041,793	15,275,288	20,029,955	14,280,650

(The accompanying notes are an integral part of these condensed consolidated interim financial statements)

Appature Technologies Inc.
Condensed Consolidated Interim Statements of Changes in Equity
(Unaudited - Expressed in Canadian dollars)

	Share capital		Share subscriptions receivable	Shares issuable	Deficit	Total shareholders' equity
	Number of shares	Amount $	$	$	$	$
Balance, December 31, 2016	17,289,793	712,455	–	–	(368,877)	343,578
Share repurchase	(100,000)	(5,000)	–	–	–	(5,000)
Shares issued pursuant to:						
Private placement	3,170,000	317,000	(180,000)	–	–	137,000
Settlement of accounts payable	1,425,000	142,500	–	–	–	142,500
Share issuance costs	257,000	–	–	–	–	–
Net loss	–	–	–	–	(272,503)	(272,503)
Balance, September 30, 2017	22,041,793	1,166,955	(180,000)	–	(641,380)	345,575

	Share capital		Share Subscriptions Receivable	Shares issuable	Deficit	Total shareholders' equity
	Number of shares	Amount $	$	$	$	$
Balance, December 31, 2015	12,204,993	500,364	–	89,515	(117,879)	472,000
Shares issued pursuant to share exchange agreement	2,564,800	89,515	–	(89,515)	–	–
Intangible asset acquisition	1,000,000	50,000	–	–	–	50,000
Net loss	–	–	–	–	(153,994)	(153,994)
Balance, September 30, 2016	15,769,793	639,879	–	–	(271,873)	368,006

(The accompanying notes are an integral part of these condensed consolidated interim financial statements)

Appature Technologies Inc.
Condensed Consolidated Interim Statements of Cash Flows
(Unaudited - Expressed in Canadian dollars)

	Nine months ended September 30, 2017 $	Nine months ended September 30, 2016 $
OPERATING ACTIVITIES		
Net loss for the period	(272,503)	(153,994)
Items not involving cash:		
Amortization of intangible assets	98,364	49,019
Net changes in non-cash working capital items:		
Amounts receivable	(2,343)	(601)
Prepaid expenses	13,750	–
Accounts payable and accrued liabilities	146,534	47,794
Net cash used in operating activities:	(16,198)	(57,782)
INVESTING ACTIVITIES		
Intangible assets costs	(21,873)	–
Net cash used in investing activities:	(21,873)	–
FINANCING ACTIVITIES		
Proceeds from issuance of common shares	137,000	–
Repurchase of shares	(5,000)	–
Net cash provided by financing activities:	132,000	–
Change in cash and cash equivalents	93,929	(57,782)
Cash and cash equivalents, beginning of the period	19,314	59,204
Cash and cash equivalents, end of the period	113,243	1,422
Cash and cash equivalents consist of::		
Cash in bank	1,270	1,422
Cash held in lawyer’s trust account	111,973	–
Total cash and cash equivalents	113,243	1,422
Non-cash investing and financing activities:		
Additions to intangible assets included in accounts payable	33,724	–
Common shares issued for settlement of accounts payable	142,500	–
Common shares issued for finder’s fees	25,700	–
Common shares issued for acquisition of intangible assets	–	50,000
Supplemental disclosures:		
Interest paid	–	–
Income taxes paid	–	–

(The accompanying notes are an integral part of these condensed consolidated interim financial statements)

1. NATURE OF OPERATIONS AND GOING CONCERN

Appature Technologies Inc. (formerly Paraguay Minerals Corp.) (the "Company") was incorporated under the British Columbia Corporations Act as a private company on December 31, 2007. The Company is a private start-up technology incubator, specializing in launching, acquiring and vertically integrating technology companies. The Company incubates multiple mobile technologies internally while providing engineering, capital, executive management and strategic development services. On January 12, 2016, the Company changed its name from Paraguay Minerals Corp. to Appature Technologies Inc. The Company's head office is located at Suite 100, 2419 Centre Street NW, Calgary, AB, T2E 2T8.

These condensed consolidated interim financial statements have been prepared on the basis of accounting principles applicable to a going concern, which presumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business in the foreseeable future. These condensed consolidated interim financial statements do not include any adjustments to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue as a going concern.

Several conditions cast significant doubt on the validity of this assumption. At present, the Company has minimal operating income. During the nine months ended September 30, 2017, the Company has incurred net loss of $272,503 (2016 - $122,625), has limited resources, no sources of operating cash flow, and no assurances that sufficient funding will be available to continue operations for an extended amount of time. As at September 30, 2017, the Company has working capital deficit of $119,067 (December 31, 2016 – $163,831) and deficit of $641,380 (December 31, 2016 - $368,877). Without additional financing, the Company may not be able to fund its ongoing operations and complete development activities. The Company intends to finance its future requirements through a combination of debt and/or equity issuance. There is no assurance that the Company will be able to obtain such financings or obtain them on favorable terms. These uncertainties cast doubt on the Company's ability to continue as a going concern. The Company will need to raise sufficient working capital to maintain operations.

If the going concern assumption were not appropriate for these condensed consolidated interim financial statements, then adjustments would be necessary in the carrying value of assets and liabilities, the reported expenses and the consolidated statement of financial position classifications used. Such adjustments could be material.

2. BASIS OF PRESENTATION

(a) Statement of Compliance

These Financial Statements have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting". They do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the fiscal year ended December 31, 2016, which have been prepared with International Financial Reporting Standards.

These condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned subsidiary, Appature Technologies Inc. ("Appature AB"). All significant inter-company balances and transactions have been eliminated on consolidation.

(b) Basis of Presentation

These condensed consolidated interim financial statements have been prepared on a historical cost basis, except for certain financial instruments that have been measured at fair value. In addition, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information and are presented in Canadian dollars, which is the Company's functional and reporting currency

2. BASIS OF PRESENTATION (CONTINUED)

(c) Significant Accounting Judgments and Estimates

The preparation of condensed consolidated interim financial statements in accordance with IFRS requires management to make certain critical accounting estimates and assumptions that effect the amounts reported in the condensed consolidated interim financial statements and notes thereto. Actual amounts could differ from these estimates and assumptions. Estimates and underlying assumptions are reviewed on an ongoing basis. The impact of changes to estimates are recognized in the year estimates are revised and may impact future periods.

Critical Accounting Judgments:

Going Concern Assumption
Management is required to determine whether or not the going concern assumption is appropriate for the Company at the end of each reporting period. Considerations taken into account include available information about the future including the availability of financing and revenue projection, as well as current working capital balance and future commitments of the Company.

Critical Accounting Estimates:

Unrecognized Deferred Income Tax Assets
Unrecognized deferred income tax assets are made using the best estimate of the temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the condensed consolidated interim financial statements. Deferred income tax is determined on a non-discounted basis using tax rates and laws that have been enacted or substantively enacted at the consolidated statement of financial position date and are expected to apply when the deferred tax asset or liability is settled. Deferred income tax assets are recognized to the extent that it is probable that the assets can be recovered.

Useful Life of Intangible Assets
Intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Amortization is calculated using management's best estimate on the useful life of the intangible assets. The Company reviews its estimate of the useful life of depreciable assets at each reporting date.

Recoverability of Intangible Assets
The Company assesses the carrying values of its intangible assets annually or more frequently if warranted by a change in circumstances. If it is determined that carrying values of the assets cannot be recovered, the unrecoverable amounts are charged against net loss. Recoverability is dependent upon assumptions and judgments regarding market conditions, costs of production, and sustaining capital requirements. Other assumptions used in the calculation of recoverable amounts are discount rates, future cash flows and profit margins. A material change in assumptions may significantly impact the potential impairment of these assets.

Fair Values of Share-based Compensation
The Company is required to recognize the fair values of share-based compensation based on the fair value of the goods/services received or the fair value of the equity instrument issued, whichever is more reliably measurable and which involves estimates.

(Unaudited - Expressed in Canadian dollars)

3. SIGNIFICANT ACCOUNTING POLICIES

These condensed consolidated interim financial statements have been prepared on the basis of accounting policies and methods of computation consistent with those applied in the Company's audited annual financial statement for the fiscal year ended December 31, 2016 except for the following:

Revenue Recognition

The Company recognizes revenue from mobile application in-application purchases in accordance with IAS 18, Revenue. Revenue is recognized only when the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity, the stage of completion of the transaction at the end of the reporting period can be measured reliably, and the cost incurred for the transaction and the cost to complete the transaction can be measured reliably.

Accounting Standards Issued But Not Yet Effective
A number of new standards, and amendments to standards and interpretations, are not yet effective for the period ended September 30, 2017, and have not been applied in preparing these condensed consolidated interim financial statements.

New standard IFRS 9, "Financial Instruments"

The Company has not early adopted these revised standards and is currently assessing the impact that these standards will have on the Company's financial statements.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

4. INTANGIBLE ASSETS

A continuity of the intangible assets is as follows:

	SweetrLife Application $	SWIIPE Application $	Pride Application $	Total $
Balance, December 31, 2016	305,409	152,000	50,000	507,409
Additions	55,597	–	–	55,597
Amortization	(98,364)	–	–	(98,364)
Balance, September 30, 2017	262,642	152,000	50,000	464,642

The SweetrLife application is a mobile application with a proprietary open person-to-person exchange that is ideally suited for personal social media and personal communication. The SWIIPE application is a mobile application that allows its users to discover venues in real time. The Pride application is a mobile application intended for the LGBT++ community and may be incorporated into the SweetrLife application as a brand expansion in the future.

As at September 30, 2017, intangible assets include application technologies still being developed with a carrying value of $202,000, which have not been placed in use. As a result, no amortization of these intangible assets has been recorded.

5. LOAN PAYABLE

As at September 30, 2017, the amount of $15,000 (December 31, 2016 - $15,000) is owed to an unrelated party, which is unsecured, non-interest bearing, and due on demand.

6. SHARE CAPITAL

Authorized: unlimited number of common shares without par value

Share capital transactions during the nine months ended September 30, 2017:

(a) On February 6, 2017, the Company entered into a share purchase agreement with a shareholder of the Company to repurchase 100,000 common shares of the Company at $0.05 per share from the shareholder.

(b) On April 21, 2017, the Company issued 3,170,000 common shares at $0.10 per share for proceeds of $317,000 pursuant to a private placement. In connection with this financing, the Company issued 257,000 common shares for $25,700 of finder's fees. Of the proceeds, $117,000 are being held in trust by the Company's lawyer, $180,000 is owing, and the Company has received $20,000. The receipt of the funds in trust and owing will be received upon the Company's common shares being listed with a securities exchange.

(c) On May 3, 2017, the Company issued 1,425,000 common shares with a fair value of $142,500 to settle $142,500 of accounts payable, of which 1,350,000 common shares with a fair value of $135,000 to settle $135,000 of accounts payable owing to the Chief Executive Officer and the Chief Operating Officer of the Company.

7. RELATED PARTY TRANSACTIONS

(a) During the nine months ended September 30, 2017, the Company incurred $45,000 (2016 – $45,000) in consulting and management fees provided by the Chief Executive Officer of the Company. As at September 30, 2017, the Company owed $35,591 (December 31, 2016 - $52,500) to the Chief Executive Officer of the Company, which is included in accounts payable and accrued liabilities. The amount due is unsecured, non-interest bearing, and due on demand.

(b) During the nine months ended September 30, 2017, the Company incurred $37,750 (2016 – $45,000) in consulting and management fees provided by the Chief Operating Officer of the Company. As at September 30, 2017, the Company owed $28,903 (December 31, 2016 - $52,118) to the Chief Operating Officer of the Company, which is included in accounts payable and accrued liabilities. The amount due is unsecured, non-interest bearing, and due on demand.

(c) During the nine months ended September 30, 2017, the Company incurred $32,000 (2016 – $nil) in research and development costs capitalized as intangible assets provided by the Chief Technology Officer of the Company. As at September 30, 2017, the Company owed $20,500 (December 31, 2016 - $nil) to the Chief Technology Officer of the Company, which is included in accounts payable and accrued liabilities. The amount due is unsecured, non-interest bearing, and due on demand.

8. SEGMENTED REPORTING

The Company has one operating segment specializing in launching, acquiring, and vertically integrating technology companies, and all assets of the Company are located in Canada.

9. COMMITMENT

On September 12, 2017, the Company entered into a share exchange agreement (the "Agreement") with Appature Mobile Applications Inc. ("AMAI"). The Company and AMAI closed the transaction on October 26, 2017 with the acquisition of 90.5% of the issued and outstanding shares of the Company.

Pursuant to the share exchange agreement, the shareholders of the Company exchanged 19,961,193 of the 22,041,793 issued and outstanding shares for 19,961,193 common shares of AMAI. Therefore, AMAI has acquired 90.5% of the Company and has become a subsidiary of AMAI.